Rakuten Mobile and Rakuten Communications Platform Overview

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Rakuten at a glance

Rakuten is an internet and technology-powered group: diversified with 70+ businesses and 20,000+ employees across the globe

\$175B Global gross transaction volume in 2019

\$11.6B Total annual revenue (2019)

1.4+B Members globally

20k+ Employees across the globe

71+ Services and businesses

35 Countries/areas around the world



Technology Canvas for Future Transformation

ENABLE

Industry

Rakuten Mobile **Rakuten** Advertising

Rakuten Bank **Rakuten** Intelligence

Rakuten Card Rakuten Delivery

Rakuten Securities Rakuten Medical

Rakuten Communications Platform

EMPOWER

Society

Rakuten

Rakuten Drone

Rakuten Ready

Rakuten EXPRESS

Rakuten SUPER LOGISTICS

Rakuten 光

Rakuten Energy

Rakuten Wallet

Rakuten Ragri

R Pay

ENRICH

Individual Experiences

Rakuten Travel

Rakuten Viber

Rakuten kobo

Rakuten 17

Rakuten VIKI

Rakuten LIVE

Rakuten *SPORTS*











Telemedicine



Manufacturing



Virtual Shopping



Drone Delivery



Smart Cities



Virtual Travel



Digital Content



Smart Stadiums



Rakuten Mobile and Rakuten Communications Platform

The Rakuten Ecosystem is uniquely positioned to build an entirely new digital platform with Rakuten Mobile





world's first fully virtualized, cloud native

Best mobile experience for **consumers**



telco platform

world's first fully virtualized, cloud-native, end-to-end

Enables **telcos and enterprises**easily build secure and open
networks



Japan

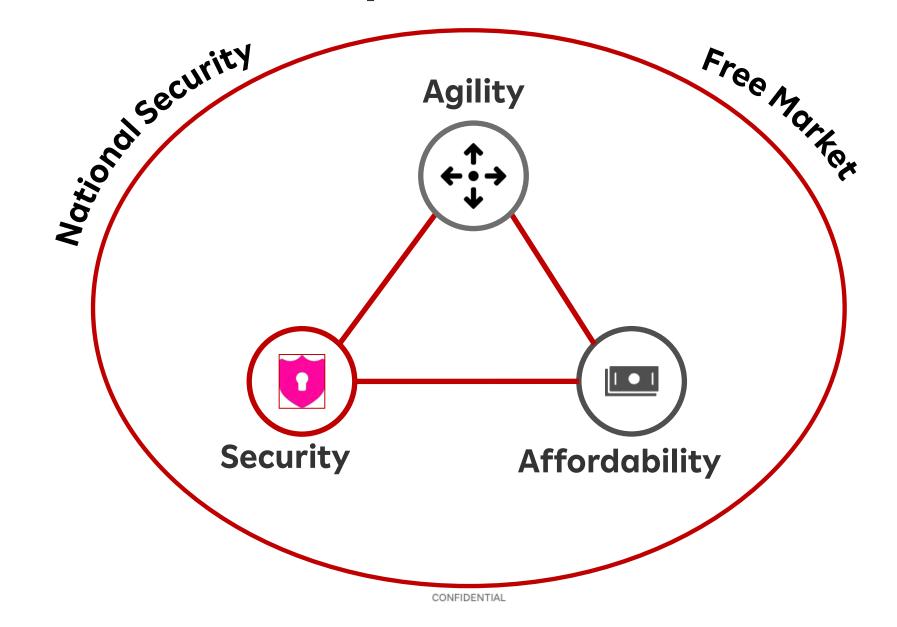
Global



Rakuten Mobile is the first customer of RCP



Infrastructure Principles Must Co-Exist



World's First Fully Virtualized New Generation Network

April 8, 2020 Full-Scale Launch





Rakuten Architecture is designed around Open Networks

RAN

OpenRAN

ARCHITECTURE

Cloud Native, De-coupled, OpenRAN Architecture HW&SW

OPEN

HW & SW

Standardized, open HW and SW frameworks

MEC

COTS-BASED

MEC DESIGN

Optimal mix of edge and central DCs & resources

OPERATIONS

AUTOMATION

& AI OPS

Pervasive automation and zero-touch operations

CORE

OpenCORE

INNOVATION

Innovation Partnership w/ NEC to create OpenCORE

Edge Data Centers Centralized Data Centers (((0))) 4G LTE **RCP AUTOMATOR RCP AUTOMATOR** IP Transport IP Transport (((0))) Mid Haul Front Haul **FIBER FIBER** Fiber Network Fiber Internet 5G mmWave **RCP CLUSTER RCP CLUSTER** (((Q))) SUB-6 RU



New customer behavior

Rakuten Mobile goes beyond by delivering exceptional experience for data hungry customers

Customers

> 1m

Onboarded within 4 months



Data volume/sub

0.5 GB/ Day

2X More Compared to Other Operators



Video performance

2m videos

50% Of Traffic is Video and Streaming



RCS calls ratio

70%

2.5X More RCS Calls than VoLTE





New way to operate

Rakuten Mobile operates like no other existing telco in the world

Mobile Service Provisioning

3 Mins

Instead of 3 hours

Cell Site deployment

4 Mins (for 5G) 8.5 Mins (for 4G)

Instead of days or months

New NW Feature Deployed

6 Days

Instead of 6 months

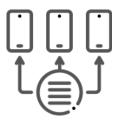
NW availability

No 9s Resilience

Old thinking: Telco-Grade (99.99999%) Engineer: Subscriber Ratio

1:20,000

Instead of 1:1,000







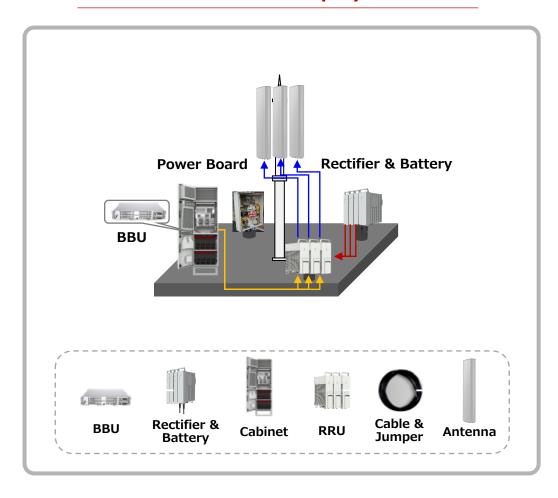




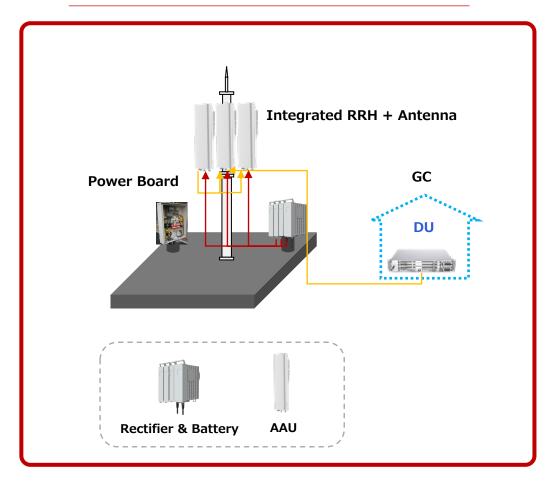


Simplified Site Deployment Reducing Cost and Build Out Time

Traditional Site Deployment



Rakuten Simplified Site Deployment





Unique Modular Concrete Poles that are Simple and Cost Effective



Cost Effective

40%

40% less cost compared to building top macro

Concrete Pole

Ease of Installation

Deploy maximum no. of poles nationwide

Complete Control

Ease of Access

To site maintenance

Modular

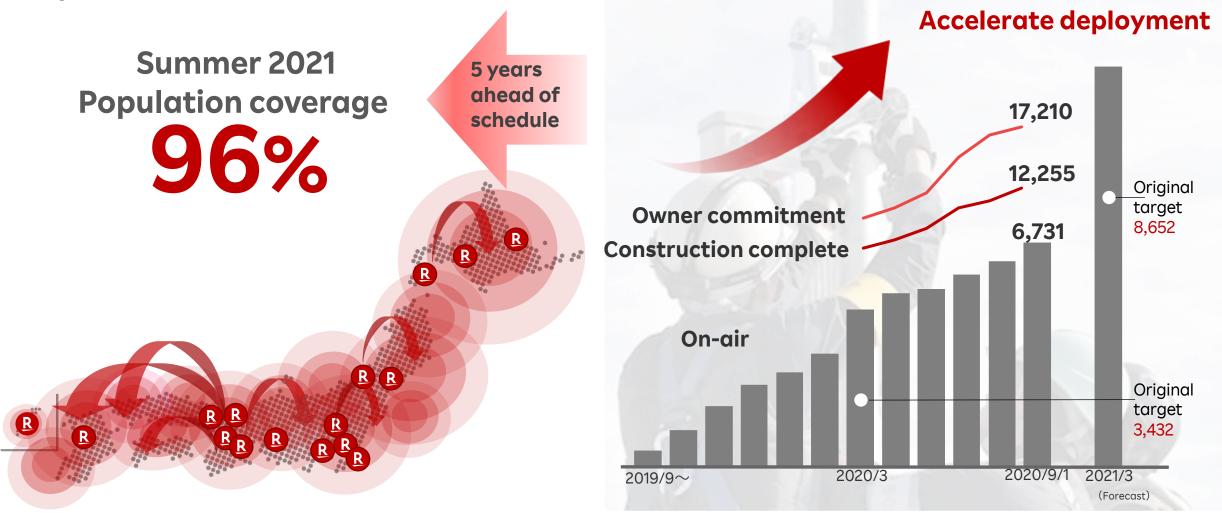
5G Ready

Minimum required space



Rakuten Mobile deployment

A highly stable, demand elastic and future-proof telco platform in only two years





5G launch in Japan

Launched 5G on September 30th 2020

Un-limit plan V (5G plan)

Same cost

As Un-limit plan (4G plan)

Radio unit

5G NR (sub-6 RU)

3.8Ghz, 32 32 TRx, 70 dBM EIRP Radio unit

5G NR (mmWave DRU)

28 GHz, 128 x 128 Element, 51 dBm EiRP Antenna Coverage

6 prefectures

Tokyo, Kanagawa, Saitama, Hokkaido, Osaka and Hyogo. **Mobile Devices**

2 new phones

Rakuten Big, Rakuten Hand







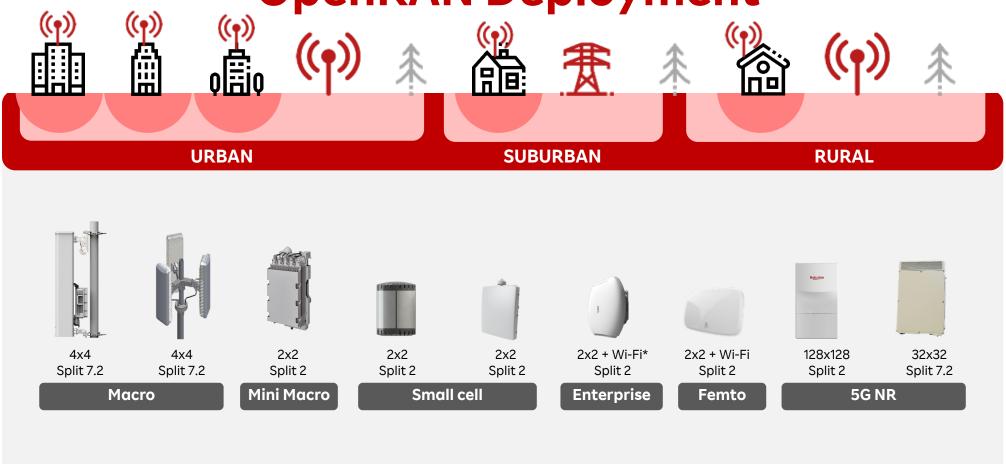








One of the World's Largest HetNet OpenRAN Deployment



Integrated HetNet Approach allows us to manage existing spectrum better



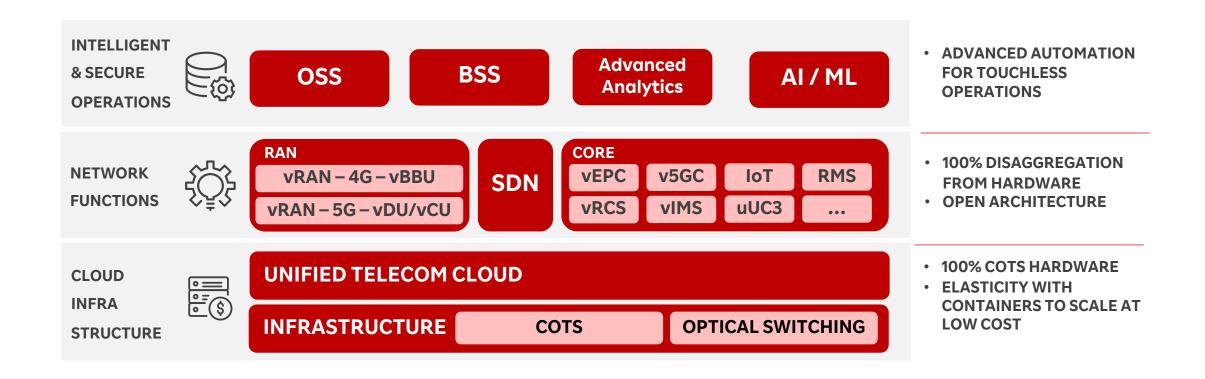
Rakuten Communications Platform





We take OpenRAN Global with RCP

Rakuten Communications Platform is behind our 5G Initiatives and we will provide it to operators globally next year



At each capability layer of our Architecture, we design to deliver significant value and outcomes to our business



RCP is built on key secure operations principles

Enabling us to embed security at every layer of the communications stack



Trusted Transparency

Working with a trusted supply chain and continuously verifying the trust level of the system – all physical, virtual, hardware and software components



Zero Trust

Conducting Trust
Assessment, applying
Trust Level Policy for
each network zone, and
enforcing the Policy
through automated
updates



NIST Framework

Adopting the

Cybersecurity Framework

to enhance our capability

to identify, prevent, detect,
respond to cyber attacks
and recover



Clean Network

end cloud-native network infrastructure with trusted partners and establishing processes to safeguard customer privacy and sensitive information

We are <u>recognized</u> by the US Department of State as a 5G Clean Telecommunications company





